



PRESS RELEASE

Gagasan Nadi Cergas 1Q26 net profit rises 75.7% to RM9.1 million

- *Higher recurring income as result of recently acquired student hostel concession for seven polytechnic campuses*
- *Construction arm posts turnaround, benefits from in-house works from property projects*
- *Property development segment boosted by ongoing construction of Idaman affordable housing projects in Kwasa Damansara and City of Elmina*

Petaling Jaya, Malaysia, 28 May 2026 - Construction and property group **Gagasan Nadi Cergas Berhad** (Gagasan Nadi Cergas; the Group; 佳搏有限公司; Bloomberg: GNCB MK) reported net profit of RM9.1 million for the first quarter ended 31 March 2026 (“1Q26”), a 75.7% increase from RM5.2 million in the previous corresponding quarter (“1Q25”), driven by growth across all the Group’s core segments.

The concession and facility management segment saw its profit before tax doubling to RM9.0 million in 1Q26 from RM4.5 million in 1Q25, following the Group’s successful acquisition in December 2025 of a 69.4% effective interest in Konsortium PAE Sepakat Sdn Bhd (KPSSB), a concessionaire that manages student hostels across seven polytechnic campuses. The higher profitability was achieved despite finance costs for the segment increasing to RM4.8 million in 1Q26, from RM1.9 million previously, as a result of an increase in borrowings to finance the acquisition.

The concession and facility management segment is now the Group’s largest profit contributor, accounting for 53.7% of total profit before tax in 1Q26.

Meanwhile, the construction arm saw a swing to profitability as it undertook more in-house works for the Group’s property development projects. The construction segment posted a profit before tax of RM5.7 million in 1Q26, reversing a loss before tax of RM1.3 million in 1Q25.

Concurrently, the property development segment reported profit before tax increasing 14.8% to RM7.7 million in 1Q26, from RM6.7 million previously, boosted by an encouraging response to the Group’s Idaman affordable housing projects, namely Idaman Kwasa Damansara R4-1 and Idaman Amani in City of Elmina.

Group revenue, however, declined marginally by 5.9% to RM88.8 million in 1Q26 from RM94.4 million previously due to decreased revenue from external construction projects.



“The momentum from our record-high net profit in FY2025 has continued into the current financial year. The strong net profit in 1Q26 was driven by our expanded recurring income segment as well as the robust recovery of our construction segment.

The results underscore the strength of our integrated business model, which enables the Group to generate profit from both construction and property development. These positive fundamentals position the Group to remain resilient amid potential challenges from material price volatility arising from the ongoing conflict in the Middle East.

Our ongoing Idaman affordable housing projects in Kwasa Damansara and City of Elmina have received positive take-up rates and will support the Group’s earnings momentum going forward.”

***Dato’ Sr. Hj. Wan Azman bin Wan Kamal,
Group Managing Director, Gagasan Nadi Cergas Berhad***

Our ongoing Idaman affordable housing projects in Kwasa Damansara and City of Elmina have received positive take-up rates and will support the Group’s earnings momentum going forward.”

The property development segment is supported by a strong pipeline of affordable and open market projects with an estimated gross development value (“GDV”) of approximately RM4.8 billion, providing clear earnings visibility over the next seven years, while total unbilled sales of RM228.0 million are expected to be progressively recognised as revenue over the next three years.

Beyond Idaman Kwasa Damansara R4-1, Idaman Amani, and Idaman Casuarina (which was sold en-bloc to the Selangor Housing and Property Board in April 2026), the Group is planning further Idaman projects in Kwasa Damansara, City of Elmina, and Bandar Rimbayu. Collectively, these projects encompass 14,000 units and carry a combined GDV of RM3.8 billion.

The Group also has several open market residential and commercial projects in the pipeline in Ulu Yam, Serendah, Chow Kit, and Bangi with a combined GDV of approximately RM1.0 billion.

Gagasan Nadi Cergas will also undertake a proposed a bonus issue of warrants, on the basis of one warrant for every two existing ordinary shares held in the Company. The proposal entails the issuance of 376.5 million five-year warrants, with an option for holders to exercise them into 376.5 million new ordinary shares of the Company.

At the indicative exercise price of RM0.32 per warrant and assuming full exercise of the warrants, the Group expects to raise up to RM120.48 million in gross proceeds to be utilised as working capital requirements.

-- End --



About Gagasan Nadi Cergas Berhad (www.nadicergas.com)

Gagasan Nadi Cergas Berhad is primarily involved in four business segments - construction, property development, concession and facility management, and utility services.

Among notable projects completed by the Group include Idaman Bukit Jelutong, Serdang Hospital Cardiology Centre, Masjid Al-Sultan Abdullah at the Merdeka 118 tower, Malaysian Institute of Aviation Technology, General Operations Force 4th Battalion Camp, and seven student hostels in polytechnic campuses.

Gagasan Nadi Cergas has also participated in undertaking housing initiatives such as Rumah Idaman, Rumah Selangorku, Federal Land Development Authority (FELDA) housing, Housing for Civil Servants (PPAM), and affordable housing projects in collaboration with Sime Darby Property Berhad and several other government-linked companies.

Gagasan Nadi Cergas currently holds student hostel concessions with International Islamic University Malaysia (IIUM) in Kuantan, and Universiti Teknikal Malaysia Melaka (UTeM) in Durian Tunggal, and seven polytechnic campuses across multiple states.

Nadi Cergas Sdn Bhd, a wholly owned subsidiary of the Group, is registered with Pusat Khidmat Kontraktor (PKK) and CIDB as a Grade G7 contractor. The certification allows Gagasan Nadi Cergas to tender for projects with unlimited value as well as Bumiputera allocated projects.

Issued for and on behalf of GAGASAN NADI CERGAS BERHAD by Aquilas Advisory (Malaysia) Sdn Bhd

For media enquiries, please contact:

Mr. Chris Ganapathi

E: chris@aquilas.com.my

T: 03-2711 1391 / 016-2584 767